## UNITED STATES DISTRICT COURT FOR THE DISTRICT OF PUERTO RICO

In re:

THE FINANCIAL OVERSIGHT AND MANAGEMENT BOARD FOR PUERTO RICO.

as representative of

numbers due to software limitations).

THE COMMONWEALTH OF PUERTO RICO, et al..

Debtors.<sup>1</sup>

PROMESA Title III

No. 17 BK 3283-LTS

(Jointly Administered)

This filing relates to the Commonwealth, HTA and ERS.

REPLY OF THE COMMONWEALTH OF PUERTO RICO, PUERTO RICO HIGHWAYS AND TRANSPORTATION AUTHORITY, AND EMPLOYEES RETIREMENT SYSTEM OF THE GOVERNMENT OF THE COMMONWEALTH OF PUERTO RICO TO RESPONSE FILED BY CLAIMANT PEDRO A. AYALA CASIANO [ECF NO. 9860] TO THE NINETY-SEVENTH OMNIBUS OBJECTION (NON-SUBSTANTIVE) TO DEFICIENT CLAIMS ASSERTING INTERESTS BASED ON SALARY DEMANDS, EMPLOYMENT, OR SERVICES PROVIDED

## To the Honorable United States District Judge Laura Taylor Swain:

The Commonwealth of Puerto Rico ("<u>Commonwealth</u>"), Puerto Rico Highways and Transportation Authority ("<u>HTA</u>"), and Employees Retirement System for the Government of the Commonwealth of Puerto Rico ("<u>ERS</u>", and together with the Commonwealth and HTA, the

<sup>1</sup> The Debtors in these Title III Cases, along with each Debtor's respective Title III case number

Four Digits of Federal Tax ID: 3801) (Title III case numbers are listed as Bankruptcy Case

and the last four (4) digits of each Debtor's federal tax identification number, as applicable, are the (i) Commonwealth of Puerto Rico (the "Commonwealth") (Bankruptcy Case No. 17 BK 3283-LTS) (Last Four Digits of Federal Tax ID: 3481); (ii) Puerto Rico Sales Tax Financing Corporation ("COFINA") (Bankruptcy Case No. 17 BK 3284-LTS) (Last Four Digits of Federal Tax ID: 8474); (iii) Puerto Rico Highways and Transportation Authority ("HTA") (Bankruptcy Case No. 17 BK 3567-LTS) (Last Four Digits of Federal Tax ID: 3808); (iv) Employees Retirement System of the Government of the Commonwealth of Puerto Rico ("ERS") (Bankruptcy Case No. 17 BK 3566-LTS) (Last Four Digits of Federal Tax ID: 9686); (v) Puerto Rico Electric Power Authority ("PREPA") (Bankruptcy Case No. 17 BK 4780-LTS) (Last Four Digits of Federal Tax ID: 3747); and (vi) Puerto Rico Public Buildings Authority ("PBA", and together with the Commonwealth, COFINA, HTA, ERS, and PREPA, the "Debtors") (Bankruptcy Case No. 19-BK-5532-LTS) (Last

"Debtors") by and through the Financial Oversight and Management Board for Puerto Rico (the "Oversight Board"), as the sole Title III representative of the Debtors pursuant to section 315(b) of the *Puerto Rico Oversight, Management, and Economic Stability Act* ("PROMESA"), files this reply (the "Reply") to the response [ECF No. 9860] (the "Casiano Ayala Response"), filed by Pedro A. Casiano Ayala ("Casiano Ayala"), to the *Ninety-Seventh Omnibus Objection of the Commonwealth of Puerto Rico, Puerto Rico Highways and Transportation Authority, and Employees Retirement System of the Government of the Commonwealth of Puerto Rico to Deficient Claims Asserting Interests Based on Salary Demands, Employment or Services Provided* [ECF No. 9547] (the "Ninety-Seventh Omnibus Objection"). In support of this Reply, the Debtors respectfully represent as follows:

- 1. On December 12, 2019, the Debtors filed the Ninety-Seventh Omnibus Objection, seeking to disallow certain proofs of claim that failed to comply with the applicable rules for filing a claim by not providing a basis for asserting a claim against the Commonwealth, HTA, ERS, or any other Title III Debtor (collectively, the "Deficient Claims"), each as listed on Exhibit "A" thereto. As set forth in the Ninety-Seventh Omnibus Objection and supporting exhibits thereto, each of the Deficient Claims purport to be based on obligations owed to the applicable claimant by the Commonwealth, HTA, or ERS, but failed to provide any information identifying the source of the obligations or explaining why the Commonwealth, HTA, ERS, or any other Title III debtor are liable to the claimant.
- 2. Any party who disputed the Ninety-Seventh Omnibus Objection was required to file a response by 4:00 p.m. (Atlantic Standard Time) on January 14, 2020, in accordance with the

<sup>&</sup>lt;sup>2</sup> PROMESA is codified at 48 U.S.C. §§ 2101–2241.

Court-approved notice attached to the Ninety-Seventh Omnibus Objection as Exhibit C, which was served in English and Spanish on the individual creditors subject to the Ninety-Seventh Omnibus Objection, the U.S. Trustee, and the Master Service List (as defined in the *Order Further Amending Case Management Procedures* [ECF No. 8027-1]). *See Certificate of Service* [ECF No. 9621]. Pursuant to the Court's *Order (A) Establishing Extended Deadline for Responses to Omnibus Objections Scheduled for Hearing at December 11, 2019 and January 29, 2020 Omnibus Hearings, (B) Continuing the Hearing as to Omnibus Objections Scheduled for Hearing at December 11, 2019 and January 29, 2020 Omnibus Hearing, (C) Approving Form of Notice and (D) Granting Related Relief [ECF No. 12325], that deadline was subsequently extended until March 27, 2020 at 4:00 p.m. (Atlantic Standard Time).* 

- 3. The Casiano Ayala Response was filed with the Court on January 13, 2020, and docketed as ECF No. 9860 on January 14, 2020. Therein, Casiano Ayala does not dispute that his proof of claim, which was filed against the Commonwealth on March 2, 2018, and logged by Prime Clerk as Proof of Claim No. 1045 (the "Casiano Ayala Claim"), purports to be based on "unjust dismissal from employment," but fails to provide any additional information, such as the identity of Casiano Ayala's employer or the basis for Casiano Ayala's assertion he was unjustly dismissed. Instead, the Casiano Ayala Response requests additional time to respond to the Ninety-Seventh Omnibus Objection. However, nearly a year has passed since the filing of the Casiano Ayala Response, and the Debtors have not yet received any further information from Casiano Ayala in support of the Casiano Ayala Claim.
- 4. Because the Casiano Ayala Claim remains deficient, the Debtors respectfully request that the Court grant the Ninety-Seventh Omnibus Objection and disallow the Casiano Ayala Claim in its entirety.

Dated: January 4, 2021 San Juan, Puerto Rico Respectfully submitted,

/s/ Hermann D. Bauer

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